GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:4839
ANSWERED ON:24.08.2001
LOAN TO DABHOL POWER COMPANY BY FIS
SUNIL KHAN

Will the Minister of FINANCE be pleased to state:

(a) whether the banks and financial institutions have made any representations to the Government for amicable settlement of Dabhol Power Company disputes with the Indian authorities;

(b) if so, the details thereof; (

(c) the names of the public and private sector banks, institutions that have advanced loans to Dabhol Power Company; and

(d) the amount of such loans?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a) to (d): Financial Institutions are presently discussing among themselves various alternatives for restructuring the Dabhol Power Project. In this regard, IDBI being the lead institution is also in touch with all concerned viz. the sponsors, Dabhol Power Company, Mahrashtra State Electricity Board,Government of Maharashtra, Government of India alongwith Indian and foreignlenders in order to work out an acceptable package. All the lenders including the Indian Financial Institutions have constituted a Steering Committee to discuss various options available and making recommendations to the broad lender group for resolving the current impasse. However, in accordance with the practices and usages customary amongst banks and in conformity with the provisions of statutes governing public sector banks and financial institutions as also the provisions of public Financial Institutions (obligation as to Fidelity and Secrecy) Act, 1983, further details relating to individual constituents cannot be divulged.